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**LOUISIANA RICE PROMOTION BOARD
DEPARTMENT OF AGRICULTURE
STATE OF LOUISIANA**

**BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 10/13/10

**LOUISIANA RICE PROMOTION BOARD
DEPARTMENT OF AGRICULTURE
STATE OF LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2010
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Louisiana Rice Promotion Board
State of Louisiana
Baton Rouge, Louisiana

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying financial statements of the business-type activities of Louisiana Rice Promotion Board, a component unit of the State of Louisiana, as of and for the year ended June 30, 2010, as listed in the table of contents. These financial statements are the responsibility of the Louisiana Rice Promotion Board's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities of Louisiana Rice Promotion Board as of June 30, 2010, and the respective changes in financial position and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 20, 2010, on our consideration of Louisiana Rice Promotion Board's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and important for assessing the results of our audit.

INDEPENDENT AUDITORS' REPORT (continued)

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 8 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historic context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Louisiana Rice Promotion Board's basic financial statements. The other supplemental information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements of Louisiana Rice Promotion Board. This information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statement themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Baxley & Associates, LLC

Plaquemine, Louisiana
July 20, 2010

REQUIRED SUPPLEMENTARY INFORMATION

**LOUISIANA RICE PROMOTION BOARD
DEPARTMENT OF AGRICULTURE
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2010**

The Louisiana Rice Promotion Board is a component unit of the State of Louisiana created under the provisions of Louisiana Revised Statutes 3:551.61-.67. The board was transferred by Louisiana Revised Statute 36:629 to the Louisiana Department of Agriculture. The board is composed of nine members appointed by the governor. Six members of the board are appointed from twelve nominations submitted by the Louisiana Rice Council. In addition, one member is selected from nominations by the Louisiana Rice Growers Association, Inc., one member is selected from nominations by the American Rice Growers, and the final member is selected from nominations by the Louisiana Farm Bureau Federation. The members serve four year terms. The board is charged with the responsibility of rice promotion. Operations for the board are funded entirely with self-generated rice assessments.

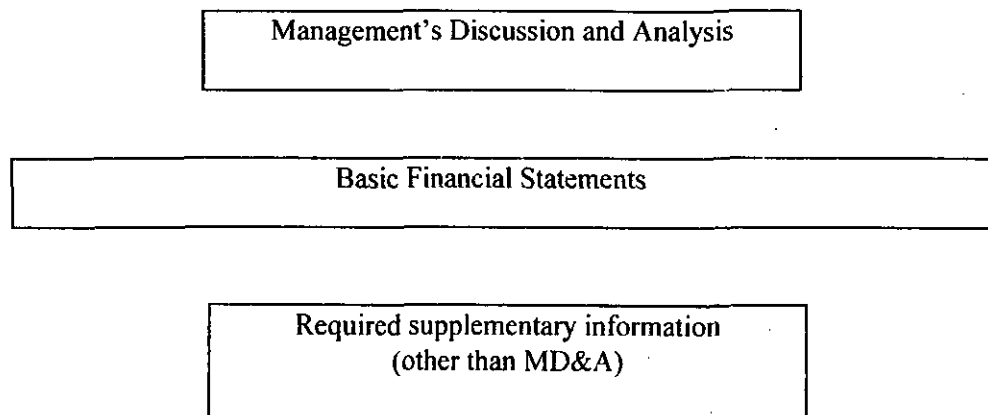
Management's discussion and analysis (MD&A) is a required element of the new reporting model adopted by the Government Accounting Standard's Board (GASB) in their statement number 34. Its purpose is to provide an overview of the financial activities of the Louisiana Rice Promotion Board based on currently known facts, decisions, or conditions.

FINANCIAL HIGHLIGHTS

- ★ The Louisiana Rice Promotion Board's assets exceeded its liabilities at the close of fiscal year 2010 by \$40,896. The net assets increased by \$521.
- ★ The Louisiana Rice Promotion Board's net operating revenues increased by \$194,071.

OVERVIEW OF THE FINANCIAL STATEMENTS

The following graphic illustrates the minimum requirements for Special Purpose Governments Engaged in Business-Type Activities established by Governmental Accounting Standards Board Statement 34, Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments.



LOUISIANA RICE PROMOTION BOARD
DEPARTMENT OF AGRICULTURE
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2010

These financial statements consist of three sections - Management's Discussion and Analysis (this section), the basic financial statements (including the notes to the financial statements), and required supplementary information.

BASIC FINANCIAL STATEMENTS

The basic financial statements present information for the Louisiana Rice Promotion Board as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Statement of Net Assets; the Statement of Revenues, Expenses, and Changes in Net Assets; and the Statement of Cash Flows.

The Statement of Net Assets (Statement A) presents the current and long-term portions of assets and liabilities separately. The difference between total assets and total liabilities is net assets and may provide a useful indicator of whether the financial position of the Louisiana Rice Promotion Board is improving or deteriorating.

The Statement of Revenues, Expenses, and Changes in Net Assets (Statement B) presents information showing how Louisiana Rice Promotion Board's assets changed as a result of current year operations. Regardless of when cash is affected, all changes in net assets are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

The Cash Flow Statement (Statement C) presents information showing how Louisiana Rice Promotion Board's cash changed as a result of current year operations. The cash flow statement is prepared using the direct method and includes the reconciliation of operating income(loss) to net cash provided(used) by operating activities (indirect method) as required by GASB 34.

FINANCIAL ANALYSIS OF THE ENTITY

STATEMENT OF NET ASSETS
AS OF JUNE 30, 2010

	<u>2010</u>	<u>2009</u>
Current and other assets	\$ 97,896	\$ 83,375
Capital assets	<u>-</u>	<u>-</u>
Total assets	<u>\$ 97,896</u>	<u>\$ 83,375</u>
Other liabilities	\$ 57,000	\$ 43,000
Long-term debt outstanding	<u>-</u>	<u>-</u>
Total liabilities	<u>\$ 57,000</u>	<u>\$ 43,000</u>
Net assets	<u>\$ 40,896</u>	<u>\$ 40,375</u>

**LOUISIANA RICE PROMOTION BOARD
DEPARTMENT OF AGRICULTURE
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2010**

Net assets:		
Invested in capital assets, net of debt	\$ -	\$ -
Restricted	-	-
Unrestricted	40,896	40,375
Total net assets	<u>\$ 40,896</u>	<u>\$ 40,375</u>

Restricted net assets represent those assets that are not available for spending as a result of legislative requirements, donor agreements and grant requirements. Conversely, unrestricted net assets are those that do not have any limitations on what these amounts may be used for. Net assets of the Louisiana Rice Promotion Board increased by \$521 from June 30, 2009 to June 30, 2010.

**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009**

	<u>2010</u>	<u>2009</u>
Operating revenues	\$ 935,211	\$ 741,140
Operating expenses	<u>(934,690)</u>	<u>(731,472)</u>
Operating income/(loss)	<u>\$ 521</u>	<u>\$ 9,668</u>
Non-operating revenues/(expenses)	<u>-</u>	<u>-</u>
Income/(loss) before transfers	<u>\$ 521</u>	<u>\$ 9,668</u>
Transfers in	-	-
Transfers out	<u>-</u>	<u>-</u>
Net increase/(decrease) in net assets	<u>\$ 521</u>	<u>\$ 9,668</u>

The Louisiana Rice Promotion Board's total revenues increased by \$194,071. The total cost of all programs and services increased by \$203,218.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of the fiscal year ended June 30, 2010, the Louisiana Rice Promotion Board had \$-0- invested in a broad range of capital assets. (See accompanying Table). This amount represents a net increase (including additions and deductions) of \$-0-, over last year.

**LOUISIANA RICE PROMOTION BOARD
DEPARTMENT OF AGRICULTURE
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2010**

**CAPITAL ASSETS AT YEAR-END
(Net of Depreciation)**

	<u>2010</u>	<u>2009</u>
Land	\$ -	\$ -
Building and improvements	-	-
Equipment	-	-
Infrastructure	-	-
	<u>-</u>	<u>-</u>
Total Capital Assets at Year End	<u>\$ -</u>	<u>\$ -</u>

There were no major additions.

Debt

The Louisiana Rice Promotion Board had \$ -0- thousand in bonds and notes outstanding at year-end, compared to \$ -0- thousand last year, as shown in the table below.

OUTSTANDING DEBT AT YEAR-END

	<u>2010</u>	<u>2009</u>
General Obligation Bonds	\$ -	\$ -
Revenue Bonds and Notes	-	-
	<u>-</u>	<u>-</u>
Total Outstanding Debt at Year End	<u>\$ -</u>	<u>\$ -</u>

There was no new debt.

The Louisiana Rice Promotion Board has claims and judgments of \$ -0- outstanding at year-end compared with \$ -0- last year.

VARIATIONS BETWEEN ORIGINAL AND FINAL BUDGETS

Variations between the original and final budgeted revenue reflects an increase in Assessments due to a higher rice production.

Variations between the original and final budgeted expenditures were a result of increased Assessments received.

**LOUISIANA RICE PROMOTION BOARD
DEPARTMENT OF AGRICULTURE
STATE OF LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2010**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Louisiana Rice Promotion Board's elected and appointed officials considered the following factors and indicators when setting next year's budget, rates, and fees. These factors and indicators include:

- The prior year assessments received and the expenditures paid.
- The current year projected income provided by the Louisiana Department of Agriculture.
- Any additional expenditures to be incurred during the next fiscal year end.

The Louisiana Rice Promotion Board expects that next year's results will improve.

CONTACTING THE LOUISIANA RICE PROMOTION BOARD'S MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the Louisiana Rice Promotion Board's finances and to show the Louisiana Rice Promotion Board's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Mr. Kevin Berken, Chairman of the Louisiana Rice Promotion Board at (337) 587-2417.

BASIC FINANCIAL STATEMENTS

EXHIBIT A

**LOUISIANA RICE PROMOTION BOARD
DEPARTMENT OF AGRICULTURE
STATE OF LOUISIANA
STATEMENT OF NET ASSETS
JUNE 30, 2010**

ASSETS

Current assets:

Cash	\$ 40,876
Accounts receivable	<u>57,020</u>

Total current assets	<u>97,896</u>
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TOTAL ASSETS	<u>\$ 97,896</u>
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LIABILITIES AND NET ASSETS

Liabilities:

Accounts payable	<u>\$ 57,000</u>
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Total liabilities	<u>57,000</u>
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Net assets:

Unrestricted net assets	<u>40,896</u>
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Total net assets	<u>40,896</u>
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TOTAL LIABILITIES AND NET ASSETS	<u>\$ 97,896</u>
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The accompanying notes are an integral part of this statement.

EXHIBIT B

**LOUISIANA RICE PROMOTION BOARD
DEPARTMENT OF AGRICULTURE
STATE OF LOUISIANA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2010**

	Year Ended June 30, 2010
OPERATING REVENUES	
Assessments	\$ 935,211
TOTAL OPERATING REVENUES	935,211
 OPERATING EXPENSES	
Operating services	930,690
Travel	4,000
TOTAL OPERATING EXPENSES	934,690
 OPERATING INCOME (LOSS)	521
 CHANGES IN NET ASSETS	521
 TOTAL NET ASSETS - BEGINNING	40,375
 TOTAL NET ASSETS - ENDING	\$ 40,896

The accompanying notes are an integral part of this statement.

EXHIBIT C

LOUISIANA RICE PROMOTION BOARD
DEPARTMENT OF AGRICULTURE
STATE OF LOUISIANA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2010

	<u>JUNE 30, 2010</u>
Cash flows from operating activities	
Cash received from customers	\$ 923,826
Cash payments for goods and services	<u>(920,690)</u>
Net cash provided by operating activities	<u>3,136</u>
Net increase (decrease) in cash and cash equivalents	3,136
Cash and cash equivalents, beginning of year	<u>37,740</u>
Cash and cash equivalents, end of year	<u><u>\$ 40,876</u></u>
 Reconciliation of operating income to net cash provided by operating activities	
Operating income (loss)	\$ 521
Adjustments to reconcile operating income to net cash provided by operating activities:	
Changes in operating assets and liabilities:	
Accounts receivable	(11,385)
Accounts payable	<u>14,000</u>
Total adjustments	<u>2,615</u>
Net cash provided by operating activities	<u><u>\$ 3,136</u></u>

The accompanying notes are an integral part of this statement.

**LOUISIANA RICE PROMOTION BOARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

INTRODUCTION

The Louisiana Rice Promotion Board (the Board) is a component unit of the State of Louisiana created within the Louisiana Department of Agriculture, as provided by Louisiana Revised Statute (LSA-R.S.) 37:3551. The Board is composed of nine members appointed by the Governor. Six members of the Board are appointed from twelve nominations submitted by the Louisiana Rice Council. In addition, one member is selected from nominations by the American Rice Growers Association, Inc., one member is selected from nominations from the American Rice Growers Cooperative Association, and the final member is selected from nominations by the Louisiana Farm Bureau Federation, Inc. The members serve terms of four years and are eligible for reappointment. The Board is charged with the responsibility to promote rice research. The Board's operations are funded entirely through annual self-generated revenues.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Presentation

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate accounting principles generally accepted in the United States of America and reporting standards with respect to activities and transactions of state and local governmental entities. In June of 1987, the GASB issued a revised codification of governmental accounting and financial reporting standards. The codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local government.

2. Reporting Entity

The Board prepares its financial statements in accordance with the standards established by the GASB. Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification) established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. In conformance with GASB Codification Section 2100, the Board is a component unit of the State of Louisiana because the state exercises oversight responsibility in that the governor appoints the board members and public service is rendered within the state's boundaries. The accompanying basic financial statements present only the transactions of the Louisiana Rice Promotion Board, a component unit of the State of Louisiana.

**LOUISIANA RICE PROMOTION BOARD
NOTES TO FINANCIAL STATEMENTS**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Annually the State of Louisiana issues basic financial statements which include the activity contained in the accompanying basic financial statements. The basic financial statements are issued by the Louisiana Division of the Administration, Office of Statewide Reporting and Accounting Policy, and audited by the Louisiana Legislative Auditor.

3. Method of Accounting

In June, 1999, the Board adopted the provisions of Statement No. 34 ("Statement 34") of the Governmental Accounting Standards Board "*Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments.*" Statement 34 established standards for external financial reporting for all state and local government entities which includes a statement of net assets, a statement of activities and changes in net assets and a statement of cash flows. It requires the classification of net assets into three components - invested in capital assets, net of related debt; restricted; and unrestricted. These classifications are defined as follows:

Invested in capital assets, net of related debt - This component of net assets consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds are not included in the calculation of invested in capital assets, net of related debt. Rather, that portion of the debt is included in the same net assets component as the unspent proceeds.

Restricted - This component of net assets consists of constraints placed on net asset use through external constraints imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted net assets - This component of net asset consists of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

The adoption of Statement 34 had no effect on the basic financial statements except for the classification of net assets in accordance with the Statement and the reflection of capital contributions as a change in net assets.

**LOUISIANA RICE PROMOTION BOARD
NOTES TO FINANCIAL STATEMENTS**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The financial statements of the Board are prepared on the accrual basis of accounting, whereby revenues are recognized when earned and expenses are recognized when incurred. Under Governmental Accounting Standards Board (GASB) Statement No. 20, the Board has elected not to apply Financial Accounting Standards Board provisions issued after November 30, 1989.

GASB 34 was adopted in June, 1999, but not implemented until the year ended June 30, 2002.

4. Cash and Investments

Cash includes demand deposits and interest bearing deposits. Under state law, the Board may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law, national banks having their principal offices in Louisiana, in savings accounts or shares of savings and loan associations and savings banks, and in share accounts and share certificate accounts or federally or state chartered credit unions.

Under state law, the Board may invest in United States bonds, treasury notes, or certificates.

The Board considers time deposits and investments with an original maturity of ninety days or less to be cash equivalents. If the original maturities exceed ninety days, they are classified as investments.

Investments are stated at cost, which approximates market.

5. Encumbrances

Encumbrance accounting, under which purchase orders are recorded in order to reserve that portion of the application appropriation, is not employed.

6. Revenues and Expenses

Operating revenues and expenses consist of those revenues and expenses that result from the ongoing principal operations of the Board. Operating revenues consist primarily of charges for services. Non-operating revenues and expenses consist of those revenues and expenses that are related to financing and investing types of activities and result from nonexchange transactions or ancillary activities.

When an expense is incurred for purposes for which there are both restricted and unrestricted net assets available, it is the Board's policy to apply those expenses to restricted net assets to the extent such are available and then to unrestricted net assets.

**LOUISIANA RICE PROMOTION BOARD
NOTES TO FINANCIAL STATEMENTS**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

7. Statement of Cash Flows

For purposes of the statement of cash flows, the Board considers all currency, demand deposits and money market accounts with banks or other financial institutions to be cash equivalents.

NOTE B - LEGAL COMPLIANCE - BUDGET

Budgets are prepared by the chairman and adopted by the Board annually and submitted to the Louisiana Revised Statute 36:803 and submitted to the Legislature in accordance with LSA-R.S., 39:1331-1342. Although budget amounts lapse at year-end, the Board retains its unexpended fund balance to fund expenditures of the succeeding year. The budget amounts are not reflected in the financial statements.

All funds budgeted are immediately available, as the Board's operations are financed with self-generated revenue. Therefore, the budget is known as a nonappropriated budget.

The Board normally does not use encumbrance accounting, so the budget was not integrated in the accounting records. In addition, the budget was employed by the Board as a management control device, by comparing budgeted expenditures with actual expenditures. The budget is prepared on the GAAP basis, using the modified accrual basis of accounting. The Board monitors the budget and makes changes when deemed appropriate. The Board has complied with the budgetary requirements of LSA-RS 39:43.

NOTE C – DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the Board may deposit funds within a fiscal agency bank selected and designated by the Interim Emergency Board. Further, the Board may invest in time certificates of deposits of state banks organized under the laws of Louisiana, national banks having their principal office in the state of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and in share accounts and in share certificate accounts of federally or state chartered credit unions.

**LOUISIANA RICE PROMOTION BOARD
NOTES TO FINANCIAL STATEMENTS**

**NOTE C – DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS
(CONTINUED)**

Deposits in bank accounts are stated at cost, which approximates market. Under state law, federal deposit insurance or the pledge of securities owned by the fiscal agent bank must secure these deposits. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer. The deposits at June 30, 2010, were secured by federal deposit insurance and pledged securities as follows:

Deposits in Bank Accounts

	<u>June 30, 2010</u>
Demand Deposits	<u>\$ 89,826</u>
Total Bank Balances	<u>\$ 89,826</u>
(secured by FDIC insurance and pledged securities)	

NOTE D - INVESTMENTS

The Board does not maintain investments accounts as authorized.

NOTE E – RECEIVABLES

At June 30, 2010, the Board had receivables totaling \$57,020 due from the State of Louisiana, Department of Agriculture.

NOTE F – DUE FROM/DUE TO AND TRANSFERS

At June 30, 2010, there was a balance of \$0.

NOTE G – INVENTORIES

Inventories are considered immaterial and are recorded at cost and recognized as an expenditure when purchased.

NOTE H – RESTRICTED ASSETS

The Board does not have any restricted assets at June 30, 2010.

NOTE I – PAYABLES

At June 30, 2010, the Board had \$57,000 in payables for promotional expenses.

**LOUISIANA RICE PROMOTION BOARD
NOTES TO FINANCIAL STATEMENTS**

NOTE J – PENSION PLAN

The Board did not have any employees at June 30, 2010.

NOTE K – POSTRETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

The Board did not have any employees at June 30, 2010.

NOTE L – LEAVE

The Board did not have any employees at June 30, 2010.

NOTE M – LEASES

The Board did not have any leases at June 30, 2010.

NOTE N – LITIGATION AND CLAIMS

There were no unasserted claims or assessments as of June 30, 2010.

NOTE O – RELATED PARTY TRANSACTIONS

There were no related party transactions.

NOTE P – SUBSEQUENT EVENTS

There were no subsequent events to be reported.

NOTE Q – COMMITMENTS AND CONTINGENCIES

The Board was unaware of any unasserted claims and assessments as of June 30, 2010.

NOTE R – ADVERTISING

The Louisiana Rice Promotion Board expenses the production costs of advertising the first time the advertising takes place, except for direct-response advertising, which is capitalized and amortized over its expected period of future benefits.

The Louisiana Rice Promotion Board presently does not have any direct-response advertising, therefore there is no amortization of capitalized advertising in these financial statements. At June 30, 2010, the Louisiana Rice Promotion Board had advertising expenses of \$17,168.

**LOUISIANA RICE PROMOTION BOARD
NOTES TO FINANCIAL STATEMENTS**

NOTE S – RISK MANAGEMENT

The Board is exposed to various risks of loss relating to errors and omissions. These risks are covered by commercial insurance.

NOTE T – ECONOMIC DEPENDENCY

The Board receives substantially all of its revenues from an assessment levied on and collected on rice produced in the State. The assessment is deducted by each miller or handler from the amount paid to the producer at the first point of sale only whether within or without the state; however, the assessment shall not be imposed unless and until the question of its imposition has been submitted to and been approved by a majority of the rice producers who vote in a special referendum. The first referendum was called in January 1996 and is effective for a period of five years. It may be extended for an indefinite period of time in increments of five years each by ratification and approval by a majority vote of all the rice producers. The most recent referendum was held in 2007.

SUPPLEMENTAL INFORMATION

SCHEDULE 1

**LOUISIANA RICE PROMOTION BOARD
DEPARTMENT OF AGRICULTURE
STATE OF LOUISIANA
SCHEDULE OF BOARD MEMBERS' PER DIEM
YEAR ENDED JUNE 30, 2010**

	<u>Year Ended June 30, 2010</u>
Kevin Berken, Chairman	\$ -
Christian Richard, Vice Chairman	-
Wayne Zaunbrecher, Sec/Treas.	-
Damian Bollich	-
Jeff Durand	-
Ronald Habetz	-
Mindy Hetzel	-
Jimmy Hoppe	-
Robert Thevis	-
	<hr/>
Total	<u><u>\$ -</u></u>

The schedule of per diem paid board members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Board members are not paid.

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- - - -
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SCHEDULE 2

Louisiana Rice Promotion Board
Department of Agriculture
State of Louisiana
Baton Rouge Louisiana

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

We have audited the financial statements of the business type activities of Louisiana Rice Promotion Board for the year ended June 30 2010 and have issued our report thereon dated July 20, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit we considered Louisiana Rice Promotion Board's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the Louisiana Rice Promotion Board's internal control over financial reporting. Accordingly we do not express an opinion on the effectiveness of the Louisiana Rice Promotion Board's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency or a combination of deficiencies in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses as defined above.

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING
STANDARDS***

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Louisiana Rice Promotion Board's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the management, Louisiana Rice Promotion Board, others within the organization, and federal award agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Baxley & Associates, LLC

Plaquemine, LA
July 20, 2010

**LOUISIANA RICE PROMOTION BOARD
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2010**

There were no findings or questioned costs for the year ended June 30, 2010.

SCHEDULE 4

**LOUISIANA RICE PROMOTION BOARD
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2010**

There were no prior year audit findings.

Louisiana Rice Promotion Board
STATE OF LOUISIANA
Annual Financial Statements
June 30, 2010

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**STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
BALANCE SHEET
AS OF JUNE 30, 2010**

Statement A

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$ 40 876
Restricted Cash and Cash Equivalents	
Investments	
Receivables (net of allowance for doubtful accounts)(Note U)	57 020
Due from other funds (Note Y)	
Due from federal government	
Inventories	
Prepayments	
Notes receivable	
Other current assets	
Total current assets	97 896

NONCURRENT ASSETS

Restricted assets (Note F)	
Cash	
Investments	
Receivables	
Investments	
Notes receivable	
Capital assets net of depreciation (Note D)	
Land and non depreciable easements	
Buildings and improvements	
Machinery and equipment	
Infrastructure	
Intangible assets	
Construction/Development in progress	
Other noncurrent assets	
Total noncurrent assets	
Total assets	\$ 97 896

LIABILITIES

CURRENT LIABILITIES

Accounts payable and accruals (Note V)	\$ 57 000
Derivative instrument	
Deferred inflow of resources	
Due to other funds (Note Y)	
Other current liabilities	
Current portion of long term liabilities (Note K)	
Contracts payable	
Compensated absences payable	
Capital lease obligations	
Claims and litigation payable	
Notes payable	
Pollution remediation obligation	
Bonds payable (include unamortized costs)	
Other long term liabilities	
Total current liabilities	57 000

NONCURRENT LIABILITIES (Note K)

Contracts payable	
Compensated absences payable	
Capital lease obligations	
Claims and litigation payable	
Notes payable	
Pollution remediation obligation	
Bonds payable (include unamortized costs)	
OPEB payable	
Other long term liabilities	
Total noncurrent liabilities	
Total liabilities	57 000

NET ASSETS

Invested in capital assets net of related debt	
Restricted for	
Capital projects	
Debt service	
Unemployment compensation	
Other specific purposes	
Unrestricted	40 896
Total net assets	40 896
Total liabilities and net assets	\$ 97 896

The accompanying notes are an integral part of this financial statement

STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2010

Statement B

OPERATING REVENUE	
Sales of commodities and services	\$ 935,211
Assessments	_____
Use of money and property	_____
Licenses, permits, and fees	_____
Other	_____
Total operating revenues	935,211
OPERATING EXPENSES	
Cost of sales and services	930,690
Administrative	4,000
Depreciation	_____
Amortization	_____
Total operating expenses	934,690
Operating income(loss)	521
NON-OPERATING REVENUES (EXPENSES)	
State appropriations	_____
Intergovernmental revenues(expenses)	_____
Taxes	_____
Use of money and property	_____
Gain on disposal of fixed assets	_____
Loss on disposal of fixed assets	_____
Federal grants	_____
Interest expense	_____
Other revenue	_____
Other expense	_____
Total non-operating revenues(expenses)	-
Income(loss) before contributions, extraordinary items, & transfers	521
Capital contributions	_____
Extraordinary item - Loss on impairment of capital assets	_____
Transfers in	_____
Transfers out	_____
Change in net assets	521
Total net assets – beginning	40,375
Total net assets – ending	\$ 40,896

The accompanying notes are an integral part of this financial statement.

STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010

Statement C

		Program Revenues		
		Operating	Capital	Net (Expense)
	Expenses	Charges for	Grants and	Revenue and
		Services	Contributions	Changes in
			Contributions	Net Assets
Entity	\$ 934,690	\$ 935,211	\$	\$ 521
General revenues:				
Taxes				
State appropriations				
Grants and contributions not restricted to specific programs				
Interest				
Miscellaneous				
Special items				
Extraordinary item - Loss on impairment of capital assets				
Transfers				
Total general revenues, special items, and transfers				-
Change in net assets				521
Net assets - beginning as restated				40,375
Net assets - ending				\$ 40,896

The accompanying notes are an integral part of this statement.

**STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2010**

**Statement D
(continued)**

Cash flows from operating activities

Cash received from customers	\$ 923,826	
Cash payments to suppliers for goods and services	(920,690)	
Cash payments to employees for services		
Payments in lieu of taxes		
Internal activity-payments to other funds		
Claims paid to outsiders		
Other operating revenues(expenses)		
Net cash provided(used) by operating activities		<u>3,136</u>

Cash flows from non-capital financing activities

State appropriations		
Federal receipts		
Federal disbursements		
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Operating grants received		
Transfers in		
Transfers out		
Other		
Net cash provided(used) by non-capital financing activities		<u>-</u>

Cash flows from capital and related financing activities

Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Acquisition/construction of capital assets		
Proceeds from sale of capital assets		
Capital contributions		
Other		
Net cash provided(used) by capital and related financing activities		<u>-</u>

Cash flows from investing activities

Purchases of investment securities		
Proceeds from sale of investment securities		
Interest and dividends earned on investment securities		
Net cash provided(used) by investing activities		<u>-</u>

Net increase(decrease) in cash and cash equivalents 3,136

Cash and cash equivalents at beginning of year 37,740

Cash and cash equivalents at end of year \$ 40,876

**STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2010**

**Statement D
(concluded)**

Reconciliation of operating income(loss) to net cash provided(used) by operating activities:

Operating income(loss)		\$ 521
Adjustments to reconcile operating income(loss) to net cash provided(used) by operating activities:		
Depreciation/amortization		
Provision for uncollectible accounts		
Other		
Changes in assets and liabilities:		
(Increase)decrease in accounts receivable, net	(11,385)	
(Increase)decrease in due from other funds		
(Increase)decrease in prepayments		
(Increase)decrease in inventories		
(Increase)decrease in other assets		
Increase(decrease) in accounts payable and accruals	14,000	
Increase(decrease) in compensated absences payable		
Increase(decrease) in due to other funds		
Increase(decrease) in deferred revenues		
Increase(decrease) in OPEB payable		
Increase(decrease) in other liabilities		
Net cash provided(used) by operating activities		\$ 3,136

Schedule of noncash investing, capital, and financing activities:

Borrowing under capital lease(s)	\$	
Contributions of fixed assets		
Purchases of equipment on account		
Asset trade-ins		
Other (specify)		
Total noncash investing, capital, and financing activities:	\$	-

The accompanying notes are an integral part of this statement.

**STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
Notes to the Financial Statement
As of and for the year ended June 30, 2010**

INTRODUCTION

The Louisiana Rice Promotion Board was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute 37:3551. The Louisiana Rice Promotion Board is composed of nine members appointed by the Governor. The Louisiana Rice Promotion Board is charged with the responsibility to promote rice research. The Board's operations are funded entirely through annual self-generated revenues.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of Louisiana Rice Promotion Board present information only as to the transactions of the programs of the Louisiana Rice Promotion Board as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the Louisiana Rice Promotion Board are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy as follows:

Revenue Recognition

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

Expense Recognition

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.

STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
Notes to the Financial Statement
As of and for the year ended June 30, 2010

B. BUDGETARY ACCOUNTING

The appropriations made for the operations of the various programs of the Louisiana Rice Promotion Board are annual lapsing appropriations.

1. The budgetary process is an annual appropriation valid for one year.
2. The agency is prohibited by statute from over expending the categories established in the budget.
3. Budget revisions are granted by the Joint Legislative Committee on the Budget, a committee of the Louisiana Legislature. Interim emergency appropriations may be granted by the Interim Emergency Board.
4. The budgetary information included in the financial statements includes the original appropriation plus subsequent amendments as follows:

	<u>APPROPRIATIONS</u>
Original approved budget	\$ _____ -
Amendments:	_____ -
	_____ -
	_____ -
	_____ -
Final approved budget	\$ _____ -

C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

1. DEPOSITS WITH FINANCIAL INSTITUTIONS

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the Louisiana Rice Promotion Board may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the Louisiana Rice Promotion Board may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana; in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows and balance sheet presentation, all highly liquid investments (including negotiable CDs and restricted cash and cash equivalents) and deposits (including nonnegotiable CDs and restricted cash and cash equivalents) with a maturity of three months or less when purchased are considered to be cash equivalents.

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are required to be

STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
Notes to the Financial Statement
As of and for the year ended June 30, 2010

held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

GASB Statement 40, which amended GASB Statement 3, eliminated the requirement to disclose all deposits by three categories of risk. GASB Statement 40 requires only the disclosure of deposits that are considered to be exposed to custodial credit risk. An entity's deposits are exposed to custodial credit risk if the deposit balances are either 1) uninsured and uncollateralized, 2) uninsured and collateralized with securities held by the pledging financial institution, or 3) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name.

The deposits at June 30, 2010, consisted of the following:

	Cash	Nonnegotiable Certificates of Deposit	Other (Describe)	Total
Deposits per Balance Sheet (Reconciled bank balance)	\$ 40,876	\$	\$	\$ 40,876
Deposits in bank accounts per bank	\$ 89,826	\$	\$	\$ 89,826
Bank balances exposed to custodial credit risk:	\$	\$	\$	\$
a. Uninsured and uncollateralized				
b. Uninsured and collateralized with securities held by the pledging institution				
c. Uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the entity's				

The following is a breakdown by banking institution, program, and amount of the "Deposits in bank accounts per bank" balances shown above:

Banking Institution	Program	Amount
1. First National Bank	Checking	\$ 89,826
2.		
3.		
4.		
Total		\$ 89,826

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the balance sheet to amounts reported in this note, list below any cash in treasury and petty cash that are included on the balance sheet.

Cash in State Treasury	\$ 100
Petty cash	\$

**STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
Notes to the Financial Statement
As of and for the year ended June 30, 2010**

2. INVESTMENTS

The Louisiana Rice Promotion Board does not maintain investment accounts.

**3. CREDIT RISK, INTEREST RATE RISK, CONCENTRATION OF CREDIT RISK, AND
FOREIGN CURRENCY RISK DISCLOSURES – NOT APPLICABLE**

4. DERIVATIVES (GASB 53) – NOT APPLICABLE

5. OTHER DISCLOSURES REQUIRED FOR INVESTMENTS – NOT APPLICABLE

D. CAPITAL ASSETS – INCLUDING CAPITAL LEASE ASSETS – NOT APPLICABLE

The fixed assets used in the Special Purpose Government Engaged only in Business-Type Activities are included on the balance sheet of the entity and are capitalized at cost. Depreciation of all exhaustible fixed assets used by the entity is charged as an expense against operations. Accumulated depreciation is reported on the balance sheet. Depreciation for financial reporting purposes is computed by the straight line method over the useful lives of the assets.

STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
Notes to the Financial Statement
As of and for the year ended June 30, 2010

	Year ended June 30, 2010						
	Balance 6/30/2009	Prior Period Adjustments		Adjusted Balance 6/30/2009	Additions	Transfers*	Balance 6/30/2010
		Adj. after submitted to OSRAP (+or-)	Restatements (+or-)			Retirements	
Capital assets not being depreciated							
Land	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Non-depreciable land improvements	-	-	-	-	-	-	-
Non-depreciable easements	-	-	-	-	-	-	-
Capitalized collections	-	-	-	-	-	-	-
Software Development in Progress	-	-	-	-	-	-	-
Construction in progress (CIP)	-	-	-	-	-	-	-
Total capital assets not being depreciated	-	-	-	-	-	-	-
Other capital assets							
Machinery and equipment	-	-	-	-	-	-	-
Less accumulated depreciation	-	-	-	-	-	-	-
Total Machinery and equipment	-	-	-	-	-	-	-
Buildings and improvements	-	-	-	-	-	-	-
Less accumulated depreciation	-	-	-	-	-	-	-
Total buildings and improvements	-	-	-	-	-	-	-
Depreciable land improvements	-	-	-	-	-	-	-
Less accumulated depreciation	-	-	-	-	-	-	-
Total land improvements	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-
Less accumulated depreciation	-	-	-	-	-	-	-
Total infrastructure	-	-	-	-	-	-	-
Software (internally generated and purchased)	-	-	-	-	-	-	-
Other Intangibles	-	-	-	-	-	-	-
Less accumulated amortization - software	-	-	-	-	-	-	-
Less accumulated amortization - other intangibles	-	-	-	-	-	-	-
Total intangibles	-	-	-	-	-	-	-
Total other capital assets	-	-	-	-	-	-	-
Capital assets not being depreciated	-	-	-	-	-	-	-
Other capital assets, at cost	-	-	-	-	-	-	-
Total cost of capital assets	-	-	-	-	-	-	-
Less accumulated depreciation and amortization	-	-	-	-	-	-	-
Capital assets, net	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

* Should be used only for those completed projects coming out of construction-in-progress to fixed assets.

** Enter a negative number with the exception of accumulated depreciation in the retirement and prior period adjustment column

**STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
Notes to the Financial Statement
As of and for the year ended June 30, 2010**

E. INVENTORIES – NOT APPLICABLE

F. RESTRICTED ASSETS – NOT APPLICABLE

G. LEAVE – NOT APPLICABLE

H. RETIREMENT SYSTEM – NOT APPLICABLE

I. OTHER POSTEMPLOYMENT BENEFITS (OPEB) – NOT APPLICABLE

J. LEASES – NOT APPLICABLE

K. LONG-TERM LIABILITIES – NOT APPLICABLE

L. CONTINGENT LIABILITIES – NOT APPLICABLE

M. RELATED PARTY TRANSACTIONS – NOT APPLICABLE

N. ACCOUNTING CHANGES – NOT APPLICABLE

O. IN-KIND CONTRIBUTIONS – NOT APPLICABLE

P. DEFEASED ISSUES – NOT APPLICABLE

Q. REVENUES – PLEDGED OR SOLD (GASB 48) – NOT APPLICABLE

R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS) – NOT APPLICABLE

STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
Notes to the Financial Statement
As of and for the year ended June 30, 2010

S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS – NOT APPLICABLE

T. SHORT-TERM DEBT – NOT APPLICABLE

U. DISAGGREGATION OF RECEIVABLE BALANCES

Receivables at June 30, 2010, were as follows:

Fund (gen. fund, gas tax fund, etc.)	Customer Receivables	Taxes	Receivables from other Governments	Other Receivables	Total Receivables
Assessments	\$	\$	\$ 57,020	\$	\$ 57,020
					-
Gross receivables	\$ -	\$ -	\$ 57,020	\$ -	\$ 57,020
Less allowance for uncollectible accounts					
Receivables, net	\$ -	\$ -	\$ 57,020	\$ -	\$ 57,020
Amounts not scheduled for collection during the subsequent year	\$	\$	\$	\$	\$ -

V. DISAGGREGATION OF PAYABLE BALANCES

Payables at June 30, 2010, were as follows:

Fund	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
U.S. Rice Council	\$	\$	\$	\$ 57,000	\$ 57,000
					-
Total payables	\$ -	\$ -	\$ -	\$ 57,000	\$ 57,000

W. SUBSEQUENT EVENTS – NOT APPLICABLE

X. SEGMENT INFORMATION – NOT APPLICABLE

Y. DUE TO/DUE FROM AND TRANSFERS – NOT APPLICABLE

**STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
Notes to the Financial Statement
As of and for the year ended June 30, 2010**

- Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS – NOT APPLICABLE**
- AA. PRIOR-YEAR RESTATEMENT OF NET ASSETS – NOT APPLICABLE**
- BB. NET ASSETS RESTRICTED BY ENABLING LEGISLATION (GASB 46) – NOT APPLICABLE**
- CC. IMPAIRMENT OF CAPITAL ASSETS & INSURANCE RECOVERIES – NOT APPLICABLE**
- DD. EMPLOYEE TERMINATION BENEFITS – NOT APPLICABLE**
- EE. POLLUTION REMEDIATION OBLIGATIONS – NOT APPLICABLE**
- FF. AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA) – NOT APPLICABLE**

**STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS
JUNE 30, 2010**

Name	Amount
<u>Kevin Burken</u>	\$ <u>0</u>
<u>Christian Richard</u>	<u>0</u>
<u>Wayne Zaunbrecher</u>	<u>0</u>
<u>Damian Bollich</u>	<u>0</u>
<u>Jeff Durand</u>	<u>0</u>
<u>Ronald Habetz</u>	<u>0</u>
<u>Mindy Hetzel</u>	<u>0</u>
<u>Jimmy Hoppe</u>	<u>0</u>
<u>Robert Travis</u>	<u>0</u>
Total	\$ <u><u>-</u></u>

Note: The per diem payments are authorized by Louisiana Revised Statute, and are presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Legislature.

**STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
SCHEDULE OF NOTES PAYABLE
JUNE 30, 2010**

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/PY	Redeemed (Issued)	Principal Outstanding 6/30/CY	Interest Rates	Interest Outstanding 6/30/CY
_____	_____	\$ _____	\$ _____	\$ _____	\$ _____	_____	\$ _____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
Total		\$ _____	\$ _____	\$ _____	\$ _____		\$ _____

*Send copies of new amortization schedules

**STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
SCHEDULE OF BONDS PAYABLE
JUNE 30, 2010**

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/PY	Redeemed (Issued)	Principal Outstanding 6/30/CY	Interest Rates	Interest Outstanding 6/30/CY
Series:							
_____	_____	\$ _____	\$ _____	\$ _____	\$ _____	_____	\$ _____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
Unamortized Discounts and Premiums Series:							
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
Total		\$ _____	\$ _____	\$ _____	\$ _____		\$ _____

***Note: Principal outstanding (bond series/minus unamortized costs) at 6/30/10 should agree to bonds payable on the Statement of Net Assets.
Send copies of new amortization schedules for bonds and unamortized costs.**

**STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
SCHEDULE OF CAPITAL LEASE AMORTIZATION
For The Year Ended June 30, 2010**

Ending:	Payment	Interest	Principal	Balance
2011	\$ _____	\$ _____	\$ _____	\$ ____ --
2012	_____	_____	_____	____ --
2013	_____	_____	_____	____ --
2014	_____	_____	_____	____ --
2015	_____	_____	_____	____ --
2016-2020	_____	_____	_____	____ --
2021-2025	_____	_____	_____	____ --
2026-2030	_____	_____	_____	____ --
2031-2035	_____	_____	_____	____ --
Total	\$ ____ --	\$ ____ --	\$ ____ --	\$ ____ --

STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
SCHEDULE OF NOTES PAYABLE AMORTIZATION
For the Year Ended June 30, 2010

<u>Fiscal Year</u> <u>Ending:</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ _____	\$ _____
2012	_____	_____
2013	_____	_____
2014	_____	_____
2015	_____	_____
2016-2020	_____	_____
2021-2025	_____	_____
2026-2030	_____	_____
2031-2035	_____	_____
Total	\$ _____ --	\$ _____ --

**STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
SCHEDULE OF BONDS PAYABLE AMORTIZATION
For The Year Ended June 30, 2010**

<u>Fiscal Year Ending:</u>	<u>Principal</u>	<u>Interest</u>
2011	\$ _____	\$ _____
2012	_____	_____
2013	_____	_____
2014	_____	_____
2015	_____	_____
2016	_____	_____
2017	_____	_____
2018	_____	_____
2019	_____	_____
2020	_____	_____
2021	_____	_____
2022	_____	_____
2023	_____	_____
2024	_____	_____
2025	_____	_____
2026	_____	_____
2027	_____	_____
2028	_____	_____
2029	_____	_____
2030	_____	_____
2031	_____	_____
2032	_____	_____
2033	_____	_____
2034	_____	_____
2035	_____	_____
Total	\$ <u> -- </u>	\$ <u> -- </u>

***Note: Principal outstanding (bond series plus/minus unamortized costs) at 6/30/10 should agree to bonds payable on the Statement of Net Assets.**

STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
SCHEDULE OF CURRENT YEAR REVENUE AND EXPENSES
BUDGETARY COMPARISON OF CURRENT APPROPRIATION
NON-GAAP BASIS
JUNE 30, 2010

	Financial Statement	Adjustments	ISIS Appropriation Report-08/16/10	Revised Budget	Variance Positive/(Negative)
Revenues:					
Intergovernmental Revenues	\$	\$	\$	\$	\$
Federal Funds			-		-
Sales of Commodities and Services			-		-
Other			-		-
Total appropriated revenues	-	-	-	-	-
Expenses:					
Cost of goods sold	\$	\$	\$	\$	\$
Personal services			-		-
Travel			-		-
Operating Services			-		-
Supplies			-		-
Professional services			-		-
Other charges			-		-
Capital outlay			-		-
Interagency transfers			-		-
Debt service			-		-
Other:					
Bad debts			-		-
Depreciation			-		-
Compensated absences			-		-
Interest expense			-		-
Other (identify)			-		-
Total appropriated expenses	-	-	-	-	-
Excess (deficiency) of revenues over expenses (budget basis)	\$	\$	\$	\$	\$

Note: Schedule S is only applicable for those entities whose budget is appropriated by the legislature.

STATE OF LOUISIANA
LOUISIANA RICE PROMOTION BOARD
SCHEDULE OF CURRENT YEAR REVENUE AND EXPENSES
BUDGETARY COMPARISON OF CURRENT APPROPRIATION
NON-GAAP BASIS
June 30, 2010

Excess (deficiency) of revenues over expenses (budget basis)	\$ _____
Reconciling items:	
Cash carryover	_____
Use of money and property (interest income)	_____
Depreciation	_____
Compensated absences adjustment	_____
Capital outlay	_____
Disposal of fixed assets	_____
Change in inventory	_____
Interest expense	_____
Bad debts expense	_____
Prepaid expenses	_____
Principal payment	_____
Loan Principal Repayments included in Revenue	_____
Loan Disbursements included in Expenses	_____
Accounts receivable adjustment	_____
Accounts payable/estimated liabilities adjustment	_____
OPEB payable	_____
Other	_____
Change in Net Assets	\$ _____ -

Note: Schedule 5 is only applicable for entities whose budget is appropriated by the legislature.

AGENCY NUMBER _____
AGENCY NAME Louisiana Rice Promotion Board

SCHEDULE 16